25X125X1A CLASSIFICATION / Approved For RENTS&12002/08/09 ENGE-AGENCE-00457R0085802700006-3 INFORMATION REPORT CD NO. CONFIDENTIAL COUNTRY Hungary DATE DISTR. 13 FEB 50 SUBJECT Subsidies to Industry and Agriculture NO. OF PAGES 25X1C RETURN TO CIA LIBRARY PLACE NO. OF ENCLS. ACQUIRED DATE OF ·25X1X SUPPLEMENT TO INFO. REPORT NO. The Hungarian Government is constantly increasing its investments in industrial and agricultural expansion projects. Whomeas in May 1948 only 130.1 million forints were invested, in May 1949 the total was 282.2 million forints. Amounts allocated in various categories are listed below. a. Chal mining: 15,000,000 forints Earmarked especially for the enlargement of the works at Salgotarján, Vértesbakony, Mecsok, and Dorog. 9,000,000 forints Steel production: For the plants at Zagyvarona, Salgotarján, Diós Györ, and Ozd. Quarries: 1,900,000 forints Natural gas exploitation: 3,200,000 forints Brickworks: 1,600,000 forints For expansion of existing rlants. 1,100,000 forints Printing plants: g. Heavy industry: 20,000,000 forints The Manfred-Weiss works received half of this appropriation. The remainder was allotted to the locomotive and railway car plant at Gyor, the Ganz railway car plant, and Mavag in Dios Gybr. Electric power plants: 10,700,000 forints For expansion. The Ganz electric plant received 2,000,000. i. Textile industry: Amount unknown Subsides were received by the following plants: Magyar, Linum, Viktoria, Györi, Györi Alami Tono, Textilmüvek, Koetszövő, Lenfono, Paratipar. 25X1 CLASSIFICATION STATE NAVY NSRB FBI ISTRIBUTION AIR ARMY This document is the chy reguladed to Document CONFIGURE At an unconducte with the letter C 70 Caubor 1978 from the Director of Central Intelligence to the Class. Changed Ton Archivist of the United States. 25X1 Next Review Date: 2008 Approved For Release 2002/03/1 4300270006-3

CEUTRAL INTELLIGENCE AGENCY

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j. Chemical industry:

8,300,000 forints

More than half of this went into the construction of the aluminum plant at Almasfüzitä. A new aluminum smelter is under construction at Tatabanya.

k. Agriculture:

23,000,000 forints

For collectivization alone, plus 9 millions more for the procurement of agricultural machinery.

1. Waterways, irrigation: 8,000,000 forints

Includes credits for the construction of the Danube-Theiss canal and for irrigation projects.

Education, public health: 3,500,000 forints

Agricultural schools: 2,600,000 forints

Including subsidies to the agricultural institutes at Debrecen and Budapest, still under construction.

Cattle breeding:

4,000,000 forints

Road construction:

2,800,000 forints

Reforestation:

1,600,000 forints

Tractor manufacturing: 1,300,000 forints

Rural housing:

1,500,000 forints

Agricultural industries: 3,400,000 forints